

IN THE SPECIFICATION:

Page 3, amend the last two paragraphs and add two new paragraphs as follows:

Fig. 6 is a view showing A.C. permeability in a powder core according to example 5;

Fig. 7 is a view showing a core loss in a powder core according to example 6;

--Fig. 8 is a view showing a powder core with a gap of nonmagnetic substance; and

Fig. 9 is a view showing a high frequency reactor with the powder core of Fig. 8.--

Page 4, please insert the following new paragraphs after the second paragraph:

--Fig. 8 shows a powder core 5 made of the magnetic powder described below, and having a gap of a nonmagnetic substance 4.

Fig. 9 shows a high-frequency reactor which comprises the powder core 5 having the gap or the nonmagnetic substance 4 and winding 6 wound around the powder core 5.--